WWW. Disadvantaged Communities – Single – Family Solar Homes Balancing Account (DACSASHBA)

1. Purpose

The purpose of the Disadvantaged Communities - Single-family Solar Homes (DAC-SASH) Balancing Account (DACSASHBA) is to record the difference between SCE’s proportionate share of the $10 million per year DAC-SASH budget starting in 2019 and the actual costs related to the operation of the DAC-SASH program, as authorized in Ordering Paragraph 8 of D.18-06-027.

2. Definitions

a) Funding

The DAC-SASH program is to be funded first through GHG allowance revenue proceeds and if such funds are exhausted, the DAC-SASH program will be funded through the Public Purpose Programs Charge (PPPC). SCE’s proportionate share of the $10 million annual budget starting in 2019 through the end of the program in 2030 is 46% per Appendix A of D.18-06-027. Funds not allocated to specific projects or program expenses will be returned to customers at the conclusion of the program (December 31, 2030).

b) Interest Rate

The Interest Rate shall be one-twelfth of the Federal Reserve three-month Commercial Paper Rate – Non-Financial, from Federal Reserve Statistical Release H.15 (expressed as an annual rate). If in any month a non-financial Rate is not published, SCE shall use the Federal Reserve three-month Commercial Paper Rate – Financial.

3. Operation of the DACSASHBA

On a monthly basis the following entries shall be made to the DACSASHBA, as applicable:

a) A debit entry to record the Operation and Maintenance (O&M) expense and capital-related revenue requirement (i.e. depreciation, taxes and return) related to incremental on-going program administrative costs associated with the operation of the DAC-SASH program;

b) A debit entry for all customer incentive payments submitted by the Program Administrator and Energy Division reimbursements.
3. Operation of the DACSASHBA

On an annual basis the following entries shall be made to the DACSASHBA, as applicable:

a) A credit entry to record the GHG allowance revenue transfer from the GHG Revenue Balancing Account (GHGRBA) in an amount as authorized in SCE’s annual ERRA Forecast proceeding; and

b) A credit entry to record the transfer of any year-end unfunded balance remaining in the DACSASHBA to the PPPAM for recovery in PPPC rates as approved by the Commission.

Interest shall accrue monthly to the DACSASHBA by applying the Interest Rate to the average of the beginning-of-month and end-of-month balance in the DACSASHBA.

4. Review and Disposition Procedures

The operation of the DACSASHBA will be reviewed in SCE’s annual ERRA Review proceeding to ensure that the entries are stated correctly and are consistent and compliant with Commission decision(s). Funds not allocated to specific projects or program expenses will be returned to customers at the conclusion of the program (December 31, 2030).